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RHMFISS/DEPT OF EMERGY WASHINGTON DC
RUCPDOC/DEPT OF COMMERCE WASHINGTON DC

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DEPT FOR EUR/UMB, EEB/ESC/IEC FOR SGALLOGLY AND LWRIGHT DOE FOR LEKIMOFF, CCALIENDO, RBOUDREAU DOE FOR NNSA: NCARLSON, CHUNSAKER, TKOONTZ USDOC FOR 4231/ITA/OEENIS/NISD/CLUCYK

EO 12958 DECL: 10/30/2018
TAGS EINV, ENRG, EPET, PINR, PREL, UP
SUBJECT: UKRAINE: TOO EARLY TO WRITE OFF ROSUKRENERGO (RUE)
IN 2009

Classified By: Economic Counselor Edward Kaska for reasons 1.4 (b), (d)

- 11. (C) Summary. Prime Minister Yuliya Tymoshenko has repeatedly promised to remove all intermediaries in the gas trade with Russia, but Russia Conditions Must be Met before RUE Removed
- 12. (C) Gas intermediary RosUkrEnergo (RUE), could still play a role in Ukraine's energy sector next year, despite the gas memorandum signed or
- 13. (SBU) The October 2 memorandum aims to establish direct, long-term gas relations between Naftohaz and Gazprom beginning on January 1, 2009.
- 14. (U) As a follow-up to the October 2 memo, Naftohaz Chairman Oleh Dubyna and Gazprom Head Alexei Miller last week concluded another agreement
- 15. (SBU) Both sides did agree that the amount of gas that Ukraine transports across its territory on Gazprom's behalf in 2009 will be the same GOU: Moscow May Wait for New Government
- 16. (C) EconOff spoke with Naftohaz Deputy Chairman Vitaliy Gnatushenko on October 27 regarding the GOU's plans to eliminate RUE from the gas a KUE To Replace RUE?
- 17. (SBU) While details are few, local press has reported that a new gas intermediary called "KazUkrEnergo AG" could take RUE's place and sell Comment
- 18. (C) Although media report that Tymoshenko -- by concluding this latest gas agreement -- has achieved her long held goal of removing RUE fro